AUGUST

01

MONDAY

6 PM CALL

Market today: Not many chances to seek for profit currently

(Thien Bui - Ext:1321)

Market declined on low liquidity. There were only 89.7 million stocks were order-matched today (a decrease of 25% as compared to the last trading session), equivalent to VND 1.886 billion in value. Market breath was fairly negative as the losers were double the gainers. Amid the quiet market in which most sectors depreciated, the oil and gas stocks unexpectedly increased despite the fact that oil prices have yet shown signs of recovery. GAS and PVD helped VNIndex fall only 0.6% to 648.38 points. Similarly, HNX was also down by 0.6% to 83.21 points.

In short-term, as we commented in last Friday 6pm Call, most of investors chose to sell stocks today. Lacking of supporting information at this moment could be another factor that could amplify a worsen scenario. In brief, we are of the opinion that market shall move lower and investors could consider to increase slightly proportion of stocks in their portfolios.

According to Nikkei survey, Vietnam's Purchasing Managers' Index of July is 51.9, down from 52.6 of the previous month, reflecting weaker growth in new orders, output and employment. Nikkei's announcement on Vietnam PMI in July is in line with GSO's survey in which industrial production index of July is 7.2% in comparison to 7.5% of the first half of 2016. Noticeably, new orders and export orders continue to increase, envisaging increases in output in the near future.

In our Macro Analyst's perspective, the decline of PMI reflects the seasonal decline in new orders and output during summer time. Essentially, we assume that industrial production growth is solid. However, returns of manufacturing firms would be unfavorably affected as input prices increase while output prices drop during two consecutive months due to fierce competition.

Oil price fell to 3-month-low amid oversupply consideration. US crude declined 1.32% to $41.05/barrel while Brent dropped 1.42% to $42.91/barrel. OPEC production in increased strongly in July while number of oil rigs in US pointed to higher. Iraqi officials reported that exports of Iraq might have increased by 3.2 million barrels/day (average of July), which equaled to 3.2 million barrels/day higher than the average of June. They also commented that though global market had been suffering from oversupply status, balance would be restored soon. Indeed, many commodity experts commented that oil price had bottomed out at $40/barrel and could be traded around $50/barred by the end of 2016.

"Not many chances to seek for profit currently"

Analyst Pin-board

PLC – Flexibility in business model minimized negative impacts from asphalt segment

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RONG VIET NEWS

COMPANY REPORTS	Issued Date	Recommend	Target Price
ITD - Growth dynamics from development of transport infrastructure	July 28th, 2016	Buy - Intermediate	34,900
NCT – Strong air freight outlook is the key	July 20th, 2016	Accumualte – Long term	140,000
BCI - Gold in land	July 07th, 2016	Accumualte – Long term	28,400
PAC - Profit driver from replacement segment	July 04th, 2016	REDUCE – Intermediate	36,600
PNJ - Glittering Gold	July 04th, 2016	Buy – Long term	101,000

Please find more information at http://www.vdsc.com.vn/en/companyReport.rv?categoryId=302

FUND CERTIFICATION INFORMATION

Fund name	Trading Day	Subscription Fee (% of trading value)	Redemption Fee (% of trading value)	NAV per unit at valuation date	NAV per unit last valuation date	Change in NAV
VF1	29/07/2016	0.2% - 1%	0.5%-1.5%	27,888	27,747	0.51%
VF4	29/07/2016	0.2% - 1%	0%-1.5%	12,477	12,413	0.52%
VFA	29/07/2016	0.2% - 1%	0%-1.5%	6,775	6,802	-0.40%
VFB	29/07/2016	0.3% - 0.6%	0%-1%	13,162	13,128	0.26%
ENF	22/07/2016	0% - 3%	0%	13,892	13,979	-0.62%
MBVF	21/07/2016	1%	0%-1%	11,632	11,671	-0.33%
MBBF	27/07/2016	0%-0.5%	0%-1%	13,021	12,982	0.30%
VF1	29/07/2016	0.2% - 1%	0.5%-1.5%	27,888	27,747	0.51%
VF4	29/07/2016	0.2% - 1%	0%-1.5%	12,477	12,413	0.52%

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